

INSURANCE REGULATORY TRUST FUND

State Investment Board

Balance Sheet

As of 6/30/2002

	As of <u>6-30-02</u>	As of <u>6-30-01</u>
ASSETS:		
INVESTMENTS (AT MARKET)		
DOMESTIC EQUITIES	\$ 536,585	\$ 592,474
INTERNATIONAL EQUITIES	219,143	221,543
DOMESTIC FIXED INCOME	694,846	717,097
INVESTED CASH (NOTE 1)	<u>821,589</u>	<u>788,911</u>
 TOTAL INVESTMENTS	 2,272,163	 2,320,025
RECEIVABLES		
DIVIDEND/INTEREST RECEIVABLE	10,107	8,517
OTHER ASSETS		
INVESTED SECURITIES LENDING COLLATERAL (NOTE 2)	200,067	256,880
DUE FROM OTHER AGENCIES (NOTE 3)	<u>0</u>	<u>264</u>
 TOTAL ASSETS	 <u>\$ 2,482,337</u>	 <u>\$ 2,585,686</u>
LIABILITIES:		
ACCOUNTS PAYABLE	1,212	1,135
SECURITIES LENDING COLLATERAL (NOTE 2)	200,067	256,880
DUE TO OTHER AGENCIES (NOTE 4)	<u>479</u>	<u>0</u>
 TOTAL LIABILITIES	 201,758	 258,015
NET ASSETS AVAILABLE:		
NET ASSETS AVAILABLE BEGIN OF YEAR	2,327,671	2,717,188
CASH IN DURING YEAR (NOTE 5)	1,700,000	1,640,000
CASH OUT DURING YEAR (NOTE 6)	1,650,000	2,050,000
NET INCREASE (DECREASE)	<u>(97,092)</u>	<u>20,483</u>
 NET ASSETS AVAILABLE END OF PERIOD	 <u>2,280,579</u>	 <u>2,327,671</u>
 TOTAL LIABILITIES & NET ASSETS AVAILABLE	 <u>\$ 2,482,337</u>	 <u>\$ 2,585,686</u>

INSURANCE REGULATORY TRUST FUND

State Investment Board Profit and Loss Statement For the Month Ended 6/30/2002

	Month Ended <u>6-30-02</u>	<u>Year-to-Date</u>
INVESTMENT INCOME		
INTEREST/DIVIDEND INCOME	\$ 6,379	\$ 48,650
SECURITIES LENDING INCOME	450	4,432
	<u>6,829</u>	<u>53,082</u>
GAIN ON SALE OF INVESTMENTS	10,858	62,186
LOSS ON SALE OF INVESTMENTS	<u>12,250</u>	<u>74,308</u>
NET GAINS (LOSSES) INVESTMENTS	(1,392)	(12,122)
INVESTMENT EXPENSES	382	2,742
SECURITIES LENDING EXPENSES	379	3,877
SIB ADMIN EXPENSES	<u>227</u>	<u>992</u>
NET INVESTMENT INCOME	4,449	33,349
NET APPREC (DEPREC) MARKET VALUE	(61,746)	(130,389)
MISCELLANEOUS INCOME/(EXPENSE)	<u>(3)</u>	<u>(52)</u>
TOTAL INVESTMENT INCOME	<u>(57,300)</u>	<u>(97,092)</u>
NET INCREASE (DECREASE)	<u>\$ (57,300)</u>	<u>\$ (97,092)</u>

INSURANCE REGULATORY TRUST FUND

State Investment Board SUPPLEMENTARY INFORMATION As of 6/30/2002

	As of <u>6/30/02</u>
ASSETS:	
INVESTMENTS (AT COST)	
LARGE CAP EQUITY	\$258,925
SMALL CAP EQUITY	126,434
CONVERTIBLE BONDS	<u>268,909</u>
TOTAL DOMESTIC EQUITIES	654,268
INTERNATIONAL EQUITY	301,140
FIXED INCOME	653,201
INVESTED CASH (NOTE 1)	<u>821,589</u>
TOTAL INVESTMENTS AT COST	<u><u>\$2,430,198</u></u>

INSURANCE REGULATORY TRUST FUND
Notes To Financial Statements
June 30, 2002

The following notes to financial statements are intended to provide general descriptions of line items in the financial statements.

NOTE 1 **INVESTED CASH**

Cash invested in a money market demand account at the Bank of North Dakota.

NOTE 2 **SECURITIES LENDING COLLATERAL**

Securities are loaned versus collateral that may include cash, U.S. government securities and irrevocable letters of credit. U.S. securities are loaned versus collateral valued at 102% of the market value of the securities plus any interest. Non-U.S. securities are loaned versus collateral valued at 105% of the market value of the securities plus any accrued interest. Non-cash collateral cannot be pledged or sold unless the borrower defaults. Cash open collateral is invested in a short term investment pool.

NOTE 3 **DUE FROM OTHER AGENCIES**

Amounts paid in anticipation of the allocation of administrative expenses of RIO.

NOTE 4 **DUE TO OTHER AGENCIES**

Amounts owed to RIO for administrative and direct costs charged.

NOTE 5 **CASH IN DURING YEAR**

Cash transferred into investment accounts at The Northern Trust during the current fiscal year.

NOTE 6 **CASH OUT DURING YEAR**

Cash transferred out of investment accounts at The Northern Trust during the current fiscal year.